



BAGMANE
REIT

Policy Title	Policy on Related Party Transactions and conflict of interest
Entity	Bagmane Realty Investment Manager Private Limited (acting as Investment Manager to Bagmane Prime Office REIT)
Approval Date	28 th December, 2025
Approving Authority	Board of Directors of Bagmane Realty Investment Manager Private Limited (acting as Investment Manager to Bagmane Prime Office REIT)

POLICY ON RELATED PARTY TRANSACTIONS AND CONFLICT OF INTEREST

I. Applicability

This Policy shall be applicable to related party transactions of Bagmane Prime Office REIT (“**Bagmane REIT**”), the Manager and its HoldCo and SPVs with related parties, as defined under the Securities and Exchange Board of India (Real Estate Investment Trusts) Regulations, 2014, as amended.

II. Introduction & Purpose

The board of directors (“**Board**”) of Bagmane Realty Investment Manager Private Limited (“**Manager**”) has adopted this Policy with respect to Related Party transactions and conflict of interest situations, in terms of the Securities and Exchange Board of India (Real Estate Investment Trusts) Regulations, 2014, as amended, including any rules, circulars, guidelines or notifications issued thereunder (“**REIT Regulations**”) and applicable law. The Audit Committee may, from time to time, review, and recommend amendments to the Policy to the Board. The Policy is adopted to regulate the transactions of Bagmane REIT with its Related Parties, based on the laws and regulations applicable to Bagmane REIT and best practices. The objective of the Policy is to ensure proper approval, supervision and reporting of the transactions between Bagmane REIT and its Related Parties.

III. Definitions

- i. “**Applicable Law**” means any statute, law, regulation, ordinance, rule, judgement, order, decree, bye-law, approval of any governmental agency, directive, guideline, policy, requirement or other government restriction or any similar form of decision of or determination by, or any interpretation having the force of law of any of the foregoing governmental agency having jurisdiction, applicable to any party, in force from time to time, including but not limited to the REIT Regulations;
- ii. “**Associate**” of any person shall have the meaning ascribed to such term under the REIT Regulations.
- iii. “**Audit Committee**” means the audit committee constituted by the Board, from time to time.
- iv. “**Board**” shall mean the board of directors of the Manager.

- v. “**Holdco**” shall mean Bagmane Developers Private Limited, and such other holding company that shall form part of the Bagmane REIT in the future as defined under the Regulation 2(1)(qa) of the REIT Regulations.
- vi. “**Listing Agreement**” shall mean the listing agreement entered into with the Stock Exchanges by the Manager or the Trustee on behalf of Bagmane REIT, in line with the format as specified under the Securities and Exchange Board of India circular number CIR/ CFD/CMD/6/2015 dated October 13, 2015 on “Format of uniform Listing Agreement”
- vii. “**Offer**” shall mean the initial offer of Units to public by Bagmane REIT
- viii. “**Offer Documents**” shall mean the draft offer document, offer document and final offer document prepared in accordance with Applicable Law, for the purpose of the Offer;
- ix. “**Related Party**” shall have such meaning as assigned under the SEBI REIT Regulations
- x. “**SEBI REIT Regulations**” or “**REIT Regulations**” shall mean SEBI (Real Estate Investment Trusts) Regulations, 2014, as amended from time to time and circulars issued by the Securities and Exchange Board of time to time.
- xi. “**SEBI**” shall mean Securities and Exchange Board of India.
- xii. “**Stock Exchanges**” shall mean BSE Limited and the National Stock Exchange of India Limited
- xiii. “**Sponsor**” shall have such meaning as assigned under the SEBI REIT Regulations or as approved by SEBI.
- xiv. “**SPVs**” shall collectively mean Bagmane Rio Private Limited, and Bagmane Green Power LLP and any other special purpose vehicles which may form part of the Bagmane REIT.
- xv. “**Trustee**” shall mean Axis Trustee Services Limited or such other trustee as appointed for Bagmane REIT, in accordance with the REIT Regulations.
- xvi. “**Unit**” shall mean an undivided beneficial interest in Bagmane REIT, and such Units together represent the entire beneficial interest in Bagmane REIT.
- xvii. “**Unitholders**” shall mean any person who holds any Unit of Bagmane REIT.

IV. General Requirements

- i. In terms of the REIT Regulations, the Manager shall ensure that all future related party transactions shall be: (a) on an arm’s length basis; (b) in the best interest of the Unitholders; (c) consistent with the strategy and investment objectives of Bagmane REIT; and (d) compliant

with applicable law and (e) disclosed to the Stock Exchanges and the Unitholders periodically in accordance with the Listing Agreement and the REIT Regulations.

- ii. Bagmane REIT may, subject to the conditions specified under the Policy and the REIT Regulations:
 - (a) acquire assets from Related Parties; (b) sell assets or securities to Related Parties; (c) lease assets to Related Parties; (d) lease assets from Related Parties; (e) invest in securities issued by Related Parties; or (f) borrow/lend from/to Related Parties or carry out such transactions with Related Parties as may be permitted under Applicable Law.
- iii. Bagmane REIT shall not undertake lending to any person other than the Holdco or the SPVs in which it has invested in, subject to requirements stipulated under the REIT Regulations.

V. Approval of the Unitholders

- i. In the event related party transactions are proposed to be entered into after the Offer, transactions with respect to sale or purchase of properties will be undertaken in compliance with Regulation 19(3) of the REIT Regulations.

Unitholders' approval shall be obtained in accordance with Regulation 22 of the REIT Regulations (where the votes cast in favour of a resolution shall be more than the votes cast against the resolution) and the request for such approval shall be accompanied by a transaction document as specified under Regulation 19(5)(c) of the REIT Regulations which shall include the disclosures specified under Regulation 19(6) of the REIT Regulations, prior to entering into any related party transactions after the Offer if:

- (a) the total value of all the related party transactions, in a financial year, pertaining to acquisition or sale of assets/properties, whether directly or through the Holdco and/or the SPVs, or investments into securities exceeds 10% of the value of Bagmane REIT; or
- (b) the value of net funds borrowed from the Related Parties, in a financial year, exceeds 10% of the total consolidated borrowings of Bagmane REIT, Holdco and/or the SPVs.

It is hereby clarified that voting by any person who is a related party with respect to a Related Party transaction, as well as the voting by the Associates of such person, shall not be considered on such related party transaction.

- ii. In the event of any properties being leased to Related Parties of Bagmane REIT after the Offer, if:
 - (a) such lease area exceeds 20% of the total area of the underlying assets;
 - (b) value of assets under such lease exceeds 20% of the value of the total underlying assets in accordance with the last valuation undertaken in accordance with the REIT Regulations; or

- (c) rental income obtained from such leased assets exceeds 20% of the value of the rental income of all underlying assets,
- (d) a fairness opinion from an independent valuer shall be obtained by the Manager and submitted to the Trustee and approval of Unitholders in accordance with Regulation 22 shall be obtained.

iii. For any related party transaction requiring the approval of the Unitholders the agreement shall be entered into within six months from the date of approval of the Unitholders, as the case may be. However, in case the agreement is not entered into within such period, approval from the Unitholders may be sought for extension for another six months in accordance with Regulation 22 with the updated valuation report.

VI. Disclosure and Reporting

- i. The Manager shall submit to the Trustee, quarterly reports on the activities of Bagmane REIT, including the status of compliance with the requirements specified under the REIT Regulations with respect to related party transactions, within the timelines as specified in REIT Regulations.
- ii. Related party transactions shall be disclosed to the Stock Exchanges and the Unitholders periodically, in accordance with the REIT Regulations and the Listing Agreement. With respect to any related party transaction, the Manager shall adequately disclose the details of any fees or commissions received or to be received by such Related Party to the Stock Exchanges and Unitholders.
- iii. In terms of the REIT Regulations, the annual report and half yearly report to be submitted by the Manager to all Unitholders, electronically or by physical copies, and to the Stock Exchanges within three months from the end of the Financial Year and within 45 days from the end of the half year ending on September 30, shall contain, *inter alia*, details of all related party transactions, including acquisitions or disposal of any assets, directly or through the SPVs during the year, the value of which exceeds 5% of value of Bagmane REIT assets in accordance with the last valuation undertaken in accordance with the REIT Regulations.
- iv. Any arrangement or transaction or contract with any Related Party shall be disclosed to the Unitholders and to the Designated Stock Exchange other than arrangements or transactions provided in the REIT Regulations.

VII. Other conditions

- i. In addition to any other requirement that may be prescribed in terms of the REIT Regulations or other applicable laws, all related party transactions to be entered into in the future will be reviewed and approved by the Board and the Audit Committee.
- ii. As a general rule, the Manager must demonstrate to the Audit Committee that related party transactions satisfy the criteria set out hereunder at the time of recommending the same for the approval of the Audit Committee.

- iii. The Manager will maintain a register to record all related party transactions entered into by Bagmane REIT and the basis on which they are entered into.
- iv. No Related Party shall retain cash or other rebates from any property agent in consideration for referring transactions in REIT assets to the property agent.
- v. The Audit Committee shall review at least quarterly/half yearly as the case may be in each financial year, the related party transactions entered into during such quarter / half year to ascertain that the guidelines and procedures established to monitor the related party transactions have been complied with.
- vi. The review by the Audit Committee will include the examination of the nature of the transaction and its supporting documents or such other data as may be deemed necessary by the Audit Committee.
- vii. While considering a related party transaction, any member of the Audit Committee who has a potential interest in any related party transaction will recuse himself or herself and abstain from discussion and voting on the related party transaction.
- viii. The Audit Committee may also, in the interest of the conduct of affairs of Bagmane REIT, grant omnibus approval for related party transactions (subject to individual limit per transaction and aggregate limit for all such transactions) that cannot be foreseen and for which the aforesaid details are not available subject to the REIT Regulations. While assessing a proposal for approval under the omnibus route, the Audit Committee to satisfy itself on the need for such approval and that the same is in the interest of Bagmane REIT.
- ix. Transactions of the following nature are not to be subjected to the omnibus approval mechanism: (a) the transactions which are not in the ordinary course of business or not at arm's length; (ii) transactions which are not repetitive or unforeseen in nature; (iii) transactions exceeding the threshold limits specified for omnibus approval (the Audit Committee shall, after obtaining approval of the Board, specify the criteria for making the omnibus approval); (iv) inter-corporate loans given / taken by Bagmane REIT to / from Related Parties and purchase / sale of investments from / to Related Parties; and (v) any other transaction as may be specified by the Audit Committee.
- x. Transactions between two or more of the REITs with a common manager or sponsor shall be deemed to be related party transactions for each of the REITs and the provisions of the REIT Regulations and this Policy shall apply.

VIII. Potential Conflict of Interest

- i. All resolutions in writing concerning investments with respect to matters concerning related party transactions of Bagmane REIT must be approved by majority of all non-related members.
- ii. Where matters concerning Bagmane REIT relate to transactions entered into or to be entered into by the Manager for and on behalf of Bagmane REIT with a Related Party, the Board is required to consider the terms of the transactions to satisfy itself that the transactions are

conducted in accordance with the parameters set forth.

- iii. In the event that the employees of the Manager also provides services to third parties, including the Sponsor, Sponsor Group, or their affiliates, it shall ensure that it continues to have adequate control in place to ensure segregation of its activities as manager to Bagmane REIT from such other activities, if any
- iv. The transactions pursuant to which employees of the Manager provide advice to the Sponsor/ Sponsor Group shall be reported to the Audit Committee and the Audit Committee shall ensure that the interests of Bagmane REIT is protected.
- v. The Sponsors and certain entities forming part of the Sponsor Group may be interested in businesses which directly compete with the activities of Bagmane REIT. To the extent applicable, the Sponsors and such Sponsor Group entities shall perform their duty in relation to Bagmane REIT independent of their related business.
- vi. Other Related Parties to Bagmane REIT may be interested in businesses which directly compete with the activities of Bagmane REIT. To the extent applicable, such Related Parties shall perform their duty in relation to Bagmane REIT independent of their related business.

IX. Amendment to the Policy

Notwithstanding the above, this Policy will stand amended to the extent of any change in Applicable Law, including any amendment to the REIT Regulations, without any action from the Manager or approval of the Unitholders.